GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2363
ANSWERED ON:14.03.2008
ULIP
Yaskhi Shri Madhu Goud

Will the Minister of FINANCE be pleased to state:

(a) the propartion of Unit Link Insurance Policy (ULIP) in percentage of total business of LIC during each of last three years; and

(b) the premium collected by LIC through ULIP Plans and the manner in which it benefits the infrastructure development?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a): As per information provided by the Life Insurance Corporation of India (LIC), the proportion of Unit Link: Insurance Policy (ULIP) in percentage of its total business during the last three years is as under:-

Year	Total Business		% of UUP to Total Business	
	Policies	First Premium Income	Policies	First Premium Income
2006-07	38208575	39541.58	45.76	79.83
2005-06	31572547	18085.49	7.10	42.20
2004-05	23959703	12174.11	7.19	35.25

First Premium Income (Rs. jn crore

(b): The First Premium collected, by LIC through ULIP in the last three years is as under:

Year	Unit Linked Business	
	Policies	Fist Premium Income(Rs. in crose)
2006-07	17484520	31556.80
2005-06	2242227	7631.78
2004-05	1723718	4291.25

As per the Insurance Regulatory & Development Authority (IRDA) Regulations, ULIP funds are invested in marketable and easily realizable assets. LIC has reported that out of its total investment of Rs.70,981 wore under UUP business as on. 07.03.2008, an amount of Rs.6,817 crave has been invested in Equities of companies engaged in infrastructure activities.